June 12, 2002

To: Supervisor Zev Yaroslavsky, Chairman

Supervisor Gloria Molina

Supervisor Yvonne Brathwaite Burke

Supervisor Don Knabe

Supervisor Michael D. Antonovich

From: David E. Janssen

Chief Administrative Officer

STATE LEGISLATIVE UPDATE

Budget Conference Committee Update

On Tuesday, June 11, 2002, the Conference Committee took the following actions on issues of importance to the County. While many of these actions restore budget reductions and are beneficial to the County, the Conference Committee has not addressed how they are to be funded, so their future is uncertain.

DSH Administrative Fee. Adopted the Assembly position to only increase the fee by \$55 million, as proposed in the January Budget.

Trauma. Adopted the Assembly position to continue California Trauma Care funding at \$25 million.

CalWORKS County Administration. Adopted the Assembly position to restore \$12 million and added \$28 million, resulting in a 6 percent rather than a 14 percent cut as proposed by the Governor

Integrated Services for Homeless Adults Program. Adopted the Assembly position to restore the Governor's \$10 million reduction.

Adult and Children's Systems of Care. Adopted the Senate position to restore full funding for the Children's System of Care and provide \$2 million for Adult System of Care in Los Angeles and Stanislaus counties.

Each Supervisor June 12, 2002 Page 2

Suspension of State-mandate reimbursements. Adopted the Senate position to fund mandates for education-related Mental Health programs.

Adult Protective Services County Administration. Adopted the Assembly position to reject the May Revision's 10 percent reduction.

Medi-Cal/Healthy Families Outreach. Adopted the Senate position to restore \$6 million for outreach through community organizations and schools.

Express Lane Eligibility. Adopted the Senate position to delay implementation until July 1, 2003 without pilot programs. Express Lane Eligibility deems students eligible for Medi-Cal who gualify for the National School Lunch Program.

Healthy Families Program Parental Expansion. Adopted the Assembly position to fund parental expansion but delayed implementation until October 1, 2002.

Medi-Cal Quarterly Status Reports. Adopted the Senate Republican proposal to reinstate Medi-Cal Quarterly Status Reports, which had been proposed by the Governor but rejected by the Assembly and Senate.

CalWORKs/Medicaid Mental Health Match. Adopted Senate trailer bill language to allow counties to annually set aside CalWORKs mental health funds to match Federal Medicaid dollars.

CalWORKs COLA. Adopted the Senate position to grant a COLA June 1, 2003.

SSI/SSP. Adopted the Senate position to grant a COLA June 1, 2003.

Status of County Position Bills

County-supported SB 1162 (Polanco) passed the Assembly Higher Education Committee on June 11, 2002. This measure would request the Regents of the University of California to consider expansion of the Charles R. Drew/UCLA Undergraduate Medical Education Program as a component of the University's current system-wide medical education program assessment. SB 1162 now proceeds to the Assembly Appropriations Committee.

Each Supervisor June 12, 2002 Page 3

We will continue to keep you advised.

DEJ:GK JR:md

c: Executive Officer, Board of Supervisors
County Counsel
All Department Heads
Legislative Strategist
Local 660
Coalition of County Unions
California Contract Cities Association
Independent Cities Association
League of California Cities
City Managers Associations
Buddy Program Participants